United States District Court Central District of California

Docket No. CR-99-1023 CBM UNITED STATES OF AMERICA v. Defendant PATHE COMMUNICATIONS CORPORATION Social Security No. None aka: Cannon Group, Inc.

Mailing Address:

COUNSEL:

10 East 40th Street New York, New York 10016

JUDGMENT AND PROBATION/COMMITMENT ORDER

(Name of Counsel)

In the presence of the attorney for the government, the defendant appeared in person, on November 6, 2000.

XX GUILTY, and the Court being satisfied that there is a factual PLEA:

XX WITH COUNSEL Steve Turnbull (retained)

basis for the plea. _____ NOLO CONTENDERE _____ NOT GUILTY

The defendant has been convicted as charged of the offense(s) of: Securities Fraud in violation of FINDING: 15 USC 78j(b), 78ff(a) and 17 CFR 240.10b.5 (Count 1); Filing False Reports with the SEC in violation of 15 USC 78m(a), 78ff(a) and 17 CFR 240.12b-20 (Counts 2, 3 and 4), Class C Felonies

JUDGMENT AND PROBATION/COMMITMENT ORDER:

The Court asked whether defendant had anything to say why judgment should not be pronounced. Because no sufficient cause to the contrary was shown, or appeared to the Court, the Court adjudged the defendant guilty as charged and convicted and ordered that: Pursuant to the Sentencing Reform Act of 1984, that the defendant pay a fine of \$1,125,000 as to each of Counts 1, 2, 3 and 4, the total fine being \$4,500,000. The fine shall be satisfied by the transfer to the United States of a portion of the \$1.3 billion judgment obtained by CLBN against Paretti in the Los Angeles Superior Court, Case No. BC101631.

It is further ordered that the defendant shall pay to the United States an assessment of \$800, which is due immediately.

The defendant was advised of the Right to Appeal.

Pursuant to Section 5E1.2(f) of the Guidelines, all fines are waived including the cost of imprisonment and supervision, as it is found that the defendant does not have the ability to pay. It is further ordered that the defendant shall pay to the United States a special assessment of \$100.00.

In addition to the special conditions of supervision imposed above, it is hereby ordered that the Standard Conditions of Probation and Supervised Release set out on the reverse side of this judgment be imposed. the Court may change the conditions of supervision, reduce or extend the period of supervision, and at any time during the supervision period or within the maximum period permitted by law, may issue a variant and revoke supervision for a violation occurring during the supervision period.

Signed by: District Judge

Signed by: District Judge CONSUELO B. MARSHALL

It is ordered that the Clerk deliver a certified copy of this Judgment and Probation/Commaitment Order to the U.S. Marshal or other qualified officer.

Dated/Filed Ma

Deputy Clerk

Sherri R. Carter, Clerk

Jbseph M. Levario